

## Message Text

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16

ACTION EB-07

INFO OCT-01 ARA-06 ISO-00 AID-05 CIAE-00 COME-00 FRB-03

INR-07 NSAE-00 USIA-06 TRSE-00 XMB-02 OPIC-03 SP-02

CIEP-01 OMB-01 L-03 EUR-12 EA-07 /066 W

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R 211938Z NOV 75

FM AMEMBASSY SANTIAGO  
TO SECSTATE WASHDC 5840

LIMITED OFFICIAL USE SANTIAGO 7904

EO 11652: NA

TAGS: EFIN, CI

SUBJ: DEBT RESCHEDULING

REF: STATE 272381

1. GOC HAS CONCLUDED 1975 DEBT RENEGOTIATIONS WITH (OTHER THAN U.S.): 1) GERMANY FOR TOTAL PAYMENTS OF DM 65.3 MILLION BEARING WEIGHTED AVERAGE INTEREST RATE OF 6.13 PERCENT, OF WHICH CONCESSIONARY PORTION DM 32.4 MILLION (4.5 PERCENT RATE OF INTEREST) AND COMMERCIAL PORTION DM 32.9 MILLION (7.75 PERCENT RATE OF INTEREST); 2) CANADA FOR TOTALS OF US\$703,000 AND CANADIAN \$ 2.4 MILLION AT 7 PERCENT RATE OF INTEREST; 3) SPAIN FOR TOTAL OF US\$ 12.4 MILLION AT 5.75 PERCENT RATE OF INTEREST. NEGOTIATIONS WITH JAPAN FOR RESCHEDULING PAYMENTS OF US\$ 5.6 MILLION AT 7 PERCENT INTEREST RATE ARE NOW BEING CONCLUDED. TO BE NEGOTIATED ARE US\$ 3 MILLION OF DEBT WITH SWITZERLAND AND FR 178 MILLION WITH FRANCE. DEBTS OWED CANADA, SPAIN, AND JAPAN VIRTUALLY ALL COMMERCIAL, HENCE NO DIFFERENTIATION OF INTEREST RATES.

2. GOC HAS SENT LETTERS OF INTENT TO NEGOTIATE TO DENMARK, NETHERLANDS, UK, ITALY, AND SWEDEN; BELGIAN EMBASSY IN SANTIAGO ALSO NOTIFIED OF GOC DESIRE TO NEGOTIATE. GOC REPAYED 1975 DEBT OBLIGATIONS TO NORWAY WHICH LESS THAN SDR 1 MILLION PARIS CLUB MINIMUM. IN FACE OF REFUSALS BY UK, SWEDEN, AND LIMITED OFFICIAL USE

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NETHERLANDS TO RENEGOTIATE, GOC MADE DEPOSITS AMOUNTING TO TEN

PERCENT OF AMOUNTS DUE TO ACCOUNTS OF THEIR CENTRAL BANKS.

3. SPECIAL AGREEMENTS HAVE BEEN MADE WITH FOLLOWING PRIVATE ENTITIES: 1) LUFTHANSA FOR DM 2.8 MILLION AT 6 PERCENT RATE OF INTEREST; 2) STANDARD ELECTRIC (SPAIN) FOR US\$ 870,000 AT 6 PERCENT INTEREST RATE; AND 3) PHILIPS FOR DUTCH FL 1.6 MILLION ALSO AT 6 PERCENT.

4. GOC DEBT COORDINATOR RODOLFO HOFFMANN ASSURED EMBOFF ALL RESCHEDULINGS ACCORD WITH PARIS CLUB TERMS.  
THOMPSON

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NNN

## Message Attributes

**Automatic Decaptoning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** DEBT REPAYMENTS, NEGOTIATIONS, LOAN AGREEMENTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 21 NOV 1975  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** buchant0  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1975SANTIA07904  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
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**Film Number:** D750407-0596  
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**Office:** ACTION EB  
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**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
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**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
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**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** DEBT RESCHEDULING  
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